

1 **Claims 1 through 21. (cancelled)**

1 **Claim 22. (new)** A method for converting an annuity fund to a life
2 insurance policy at a predetermined conversion date providing a means to
3 establish and administer a plan convertible from an annuity to a life insurance
4 upon the selection of a plurality of plan parameters by a prospective plan
5 owner, said plurality of plan parameters includes the initial annuity fund
6 deposit, plan issue age or date, conversion age or predetermined conversion
7 date initial death benefit amount and periodic or annual plan management fee,
8 this data and a projected return or periodic incremental investment income the
9 convertible plan is modeled for the duration of the plan including the annual
10 beginning of year fund value, annual beginning of year net at risk amount, cost
11 of insurance with the cost of the guaranteed insurability option during the
12 annuity phase or the mortality death benefit during the life insurance phase,
13 annual end of year fund value and annual year end death benefit, said method
14 comprises establishing an annuity fund of a predetermined value, establishing
15 an irrevocable life insurance conversion plan, accruing investment income
16 within the annuity fund on a tax deferred basis until the predetermined
17 conversion date, converting the annuity fund to a qualified life insurance policy
18 with a predetermined mortality death benefit at the predetermined conversion
19 date and finally disbursing the death benefit to beneficiary at the death of the

20 owner of the qualified life insurance policy, said irrevocable life insurance
21 conversion plan includes selecting the predetermined conversion date,
22 selecting a predetermined initial mortality death benefit at the predetermined
23 conversion date and purchasing a guaranteed insurability option to guarantee
24 the availability of the predetermined mortality death benefit at the
25 predetermined conversion date whereby once the annuity fund is converted to
26 the life insurance policy with the predetermined mortality death benefit, income
27 is accrued within the life insurance policy until the death of the owner of the life
28 insurance policy at which time the death benefit is disbursed to the beneficiary.